Contl. 17-57—100,000—23-8-53

P 7E

(1953) Department.

MS SERIES.

G.O. No. 2638

Dated 17. 8. 53

FOR MYSORE STATE

[Despatch Abstract.]

M.T.S- Taxation Compensation payable to local bodies for loss of income from tolls and licence fees Advancement of date of adjustment- Ordered

ABSTRACT

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MOTOR VEHICLES - Taxation - Compensation payable to local bodies for loss of income from tolls and license fees - Advancement of date of adjustment - Ordered.

-v-v-v

Copy of letter No. Roc. A.3. 18366/53 Dated 10-4-1953 from the President, District Board, Vellore to the Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for the loss of income from licence fees - Advancement of the date of adjustment - Requested.

In Government Order No. 3357 (Home) dated 20-6-1939, the Government have accorded standing sanction for the payment to Local bodies, towards compensation for loss of income from licence fees in 4 Quarterly instalments on or after the 16th April, July, October and January, each official year. In the case of land cess and Education tax, the Government have issued orders advancing the date to the 10th instead of the 18th , as per Government order Ms. No. 714 Education dated 30-3-1953. Similarly the date of adjustment of compensation amount on account of loss of income from licence fees and toll compensation amount, paid to the local bodies under Madras Motor Vehicles Taxation Act, 1931, may be advanced from the 16th to 10th. The liability of the District Board has been on the increase during the recent years on account of explansion of education facilities, whereas the income remained inelastic. Therefore, if all the amounts due to the District Board are adjusted on the 10th, it might be possible to transfer funds to the various Sub Treasuries anddisburse the salaries at least before the 15th of every month. I request that the Government would be pleased to advance the date ofadjustment to 10th instead of 16th.

Copy of Home Endorsement No.76797/Transport III/53-2 dated 6-5-53,

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Referred to the Accountant General, Madras for remarks which should be submitted not later than 5-6-1953.

Copy of letter Ref.A.1. 19996/53 Dated 23rd April 1953 from the President, District Board, Malabar to the Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for the loss of income from licence fees - Advancement of the date of adjustment - Requested.
President, District Board, North Arcot, Vellore Roc.No.A.3. 18366/53 Dated 10-4-1953.

I agree with the views contained in the letter of the President, District Board, North Arcot, and request that the Government may be pleased to advance the date of adjustment of compensation amount on account of loss of income from licence fees and toll compensation amount paid to local bodies from 16th to 10th.

Copy of letter L.Dis.No. 17275/DB/53 Dated 26-4-1953 from the President, District Board, Tanjore to the Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for loss of income from license fees - advancement of date of adjustment - requested.
Ref:-- Letter Roc. A.3. No. 18366/53 dated 10-4-1953 of the President District Board, North Arcot.

I am in entire agreement with the views expressed by the President, District Board, North Arcot.

I request that Government may be pleased to consider the request made by the President, District Board, North Arcot and issue orders advancing the date of adjustment of compensation amount on account of loss of income from license fees and toll comepnsation payable to local bodies under the Madras Motor Vehicles Taxation Act, 1931 from the 16th to 10th of every quarter with a view to relieve local Boards oftheir prasent financial strain.

Copy of letter RC.No.A.6.10817/53 dated 30th April 1953 from the President, District Board, Nellore to the Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for loss of income from licence fees - Advancement of date of adjustment - Requested.

Ref:-- G.O.Ms. No. 714 Education dated 30-3-1953.

Government in their order referred to above were pleased to issue orders advancing the date of adjustment of land and education cesses to 10th of every month instead of 15th in view of the poor finances of several district boards. Similarly, I request that the Government may be pleased to issue early orders for the adjustmentof Toll Compensation grant on the 10th instead of on the 16th of every month and for the adjustment of Motor License fees compensation on 10th of April, July, October and January everyyear instead of on the 16th of the above months. If this is done, the Board can get the amounts due to it, adjusted on the 10th of every month, transfer funds to the various Sub Treasuries and disburse the salaries to its establishment by 15th of every month.

Copy of endorsement No. 76797 Transport III/53-3 Home Dated 21-5-53.

Referred to the Accountant General, Madras for remarks in continuation of endorsement No. 76797/Transport III/53-2 Home Dated 6-5-1953.

Copy of Accountant General's, Madras letter No.T.12B.Mis. IV.343 dated 1-6-1953 to the Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for the loss of income from license fees - Advance increment of the date of adjustment.

Ref:-- Government endorsement No. 76797 Transport III/53-2 Dated 6-5-1953.

With reference to the Government memorandum cited I am to state that there is no objection in audit to the proposed advancement of the date ofadjustment from 16th to 10th of each month.

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Copy of letter No. T.12.B. Misc. IV. 425 dated 8-7-1953 from the Accountant General, Madras to the Asst. Secretary to the Government of Madras, Home Department.

Sub:-- Motor Vehicles - Compensation for the loss of income from licence fees - advancing the date of adjustment.

Ref:-- 1. Government endorsement No. 76797 Transport III/53-2 dated 6-5-1953.
2. Government endorsement No. 76797 Transport III/53 3 Dated 21-5-1953.
3. Reminder dated 22-6-1953.

With reference to the reminder from Government, third cited above, I am to state that the remarks of audition the question were already communicated in T12 B. Misc. IV 343 dated 1-6-1953, in reply to Government endorsement first cited. As the Government endorsement second cited was only in continuation of the first, and related to the same subject, a separate reply was not sent

/True copies/

Superintendent.

HOME DEPARTMENT

Motor Vehicles - Taxation - Compensation payable to local bodies for loss of income from tolls and motor vehicle licence fees - Advancement of the date of adjustment.

From the President, North Arcot District Board, Roc. A3/18366/53 dated 10-4-1953.
(Issued as Endt.No.76797 Tr.III/53-2 Home Dated 6-5-1953).
From the President, Malabar District Board, Ref.A.1.19996/53 dated 23-4-1953.
From the President, Tanjore District Board, L.Dis.17275/DB/53 dated 30-4-1953. 26-4-1953.
From the President, Nellore District Board, No.A.6. 10817/53 dated 30-4-1953.
(Issued at Endt. No. 76797 Tr. III/53-3 Home Dated 21-5-53).
From the A.G. Madras, Memo T.12.B. Misc. IV.343, dated 1-6-53.
From the A.G., Madras. T.12.B. Misc. IV. 425, dated 8-7-1953.

In G.O.Ms. No. 4856, Home dated 7-10-1938 the Government have prescribed the following procedure for payment of toll compensation to local bodies:--

The amount estimated to be available for disbursement as toll compensation in each financial year will be divided into thirteen equal parts. Out of these, twelve parts will be disbursed in the course of the year, one part on the 16th of each month. This disbribution will be made under a standing order issued early in the first month of the financial year. The thirteenth part or whatever remains to be paid in respect of the year, will be disbursed early in the subsequent year, independent of the monthly payments.

The above order was issued at a time when the receipts under the Act were far below the amount of statutory compensation payable to local bodies and this order was intended to avoid overpayments. From 1948-49 onwards as the estimated receipts are far in excess of the maximum amount payable as toll compensation to local bodies, and as the maximum amount is less than 12/13 of the anticipated receipts, the Government are paying the maximum toll compensation in 12 monthly instalments.

2. In G.O. Ms. No. 3357, Home dated 20-6-1939, the Government have accorded standing sanction for the payment to the local bodies of compensation for loss of income from licence fees in four quarterly instalments on or after the 16th April, 16th July, 16th October and 16th January each financial year.

3. The President, North Arcot District Board, has stated that the liability of the District Board has been on the increase during recent years on account of explansion of educational facilities whereas the income has remained inelastic and that, if all the amounts due to the District Board are adjusted on the 10th, it might be possible to transfer funds to the various Sub Treasuries and disburse the salaries at least before the 15th of every month. He has also pointed out that in thecase of land cess and education tax, the Government have issued orders in G.O.Ms. No. 714 Education, dated 30-3-1953 advancing the date of adjustment to the 10th of every month instead of the 15th. He has therefore requested that the date of adjustment for compensation for loss of income from tolls and licence fees payable to local bodies under the M.M.V.T. Act 1931

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y be advanced from the 16th to the 10th. The President of the District Board of Malabar, Tanjore and Nellore have supported the proposal.

4. The Accountant General, Madras, has stated that there is no objection in audit to the proposed advancement of the date of adjustment from 16th to 10th of each month. The dates of payment will therefore be 10th April, 10th July, 10th October and 10th January in thecase of compensation for loss of income from licence fees; and 10th of each month in the case of compensation for loss of income from tolls.

May be receipts

5. For orders whether the proposal will be accepted in this department. L.A. and Finance may see for remarks.

M.B.S.
16-7-53.

G.G.N.
18-7-53.

Local Admn. Dept.

Please see the note of Home above. That Department's proposal at M above may be agreed to and the file passed on to Fin. U.O.

Sd.xx
24-7-53.

Sd/ Secy.
25-7-53.

Finance Department (Cn PA)

The note of the Home Department from p1 above may be perused The proposal at M on p.3. above may be agreed to.

Sd/ xx
7-8-53.

Fin.U.O.No.61348
EA/53-1 d/7-8-53.

Home(Transport IV) Dept.

The proposal at M. on p.3 above has been agreed to by L.A. and Finance Departments. A draft orders is submitted for approval.

As the matter is one of common interest.extracts of notes may be taken for Andhra and Mysore States)-

May issued

M.B.S.
13-8-53.

G.G.N.
15-8-53.

/True copy/